DPS-6481
COPY 1 OF 4

December 11, 1958

To: Contracting Officer
            Contract SP-1914

Subject: Final Billing for Spare Parts Pursuant to
            Provisions of Amendment No. 2 to Contract SP-1914

Enclosed herewith is our invoice number 12-2 in the amount of $81,405.51 net. This invoice represents the unbilled portion of the redetermined price for spare parts, established by Amendment No. 2 of Contract SP-1914. Our invoice number 11-22, dated 28 November 1958 represented the billing for the final shipment of spare parts under subject contract, thus completing delivery of all spare parts called out under the subject contract. Therefore, it would appear that the enclosed invoice is in order for payment.

There are still two items yet to be settled before this contract can be finally closed, i.e., a Lear, Incorporated amount of $13,549, and Stanley Aviation Company amount of $71,160. Both items represent termination claims under negotiation. In my letter of October 30, 1958, I requested your approval to settle the Lear, Incorporated claim for $13,549.64, as the Contractor's personnel most knowledgeable of the particulars regarding the claim are satisfied it is reasonable and accurate as presented. So far I have not had a reply to the referred to letter. With respect to the Stanley Aviation claim, we are about $2,100 apart in our negotiation, representing the portion of bonus Stanley paid its employees which is applicable to this claim, and which has been included in Overhead. This negotiation is deadlocked at the moment as Stanley does not intend to compromise its chances of getting these bonuses accepted by the government as good contract costs, by allowing them to be disallowed in the present claim, and we don't intend to pay the claim if the $2,100 is disallowed by you. We will continue to negotiate with Stanley for an early settlement of this claim.

Yours very truly,

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